Mr. Afton Blood, Chairman Sevier River Distribution System Antimony, UT 84712

Dear Afton:

As I indicated to you during our telephone conversation yesterday, we received two bills relating to the Sevier River Distribution System. One for strip charts for the stream gage recorders and one for backhoe work at the Tropic Canal & East Fork Black Canyon diversions. I felt I needed to discuss these with you because they are in excess of the amount remaining in the Equipment and Supplies budget and the Miscellaneous budget.

In preparation for my call to you I did a little research into where and how the money had been spent so far this year. As a result of this research I discovered that Ray Owens has been authorizing payments to his sons. I wasn't aware of the reason for these payments so I brought it to your attention. You asked that I pass this information along to you through this letter. Shown below are the amounts and the dates of the payments made to Ray's sons.

NAME	DATE	AMOUNT PAID	SUBTOTAL
Jacob Owens	03/03/93 04/14/93	85.00 50.00	135.00
Aaron Owens	07/02/93	40.00	40.00
Seth Owens	02/02/93 05/14/93 08/03/93	60.00 50.00 45.00	155.00
Nathan Owens	04/02/93 09/01/93	95.00 95.00	190.00
		TOTAL	\$520.00

I would be glad to discuss this with you further or to meet with the committee if you feel that is necessary.

Sincerely,

Lee H. Sim, P.E. Assistant State Engineer for Distribution

LHS:bd

cc: Kirk Forbush